



STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

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CC: ACT/007/013
Folder 2, 5

Scott M. Matheson, Governor
Temple A. Reynolds, Executive Director
Dianne R. Nielson, Ph.D., Division Director

Internal
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JIM

JUL 09 1984

June 25, 1984

TO: James W. Smith, Jr., Administrator, Mineral Resource
Development and Reclamation Program

FROM: Pamela Grubaugh-Littig, Reclamation Engineer *pgl*

RE: Bond for Geneva Mine (ACT/007/013)

I reviewed the letter dated June 7, 1984 from Dianne R. Nielson to Glenn Sides stating that the Division suspended review of U. S. Steel's permit for the Geneva Mine and required the operator to keep the Division informed of progress. No mention of the bond was made.

Presently, the Division holds a \$250,000 corporate surety bond with U. S. Steel for the Geneva Mine posted April 1983 when an interim bond was required from all operations. The figure for determining the amount of the surety was \$5,000/ac and represented a blanket amount per acre for each mine.

I believe it is advisable to require an adequate surety from this operation during the repermitting process even though the operation is suspended. There is the dilemma that the Division does not have an adequate reclamation surety for this operation during suspension. The postmining land-use has not been determined, but a bond could be figured considering premining land-use.

Please advise me if you would like me to calculate this bond estimate.

PGL/btb
cc: Dianne Nielson, DOGM
Ron Daniels, DOGM
Sue Linner, DOGM
90750-9

see OSM Letter 6-28-84